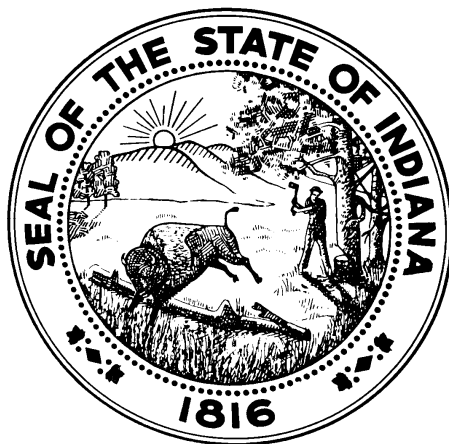


**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

EXAMINATION REPORT  
OF  
CLINTON COUNTY, INDIANA  
January 1, 2007 to December 31, 2007



**FILED**  
12/31/2008



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials .....	2
Independent Accountant's Report.....	3
Financial Information:	
Schedule of Receipts, Disbursements, and Cash and Investment Balances .....	4-5
Notes to Financial Information .....	6-8
Supplementary Information:	
Schedule of Long-Term Debt .....	9
Other Reports.....	10
Exit Conference.....	11

## OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Jacqueline R. Clements	01-01-07 to 12-31-10
Treasurer	Fran Reagan	01-01-05 to 12-31-08
Clerk	Laura Huffer	01-01-04 to 12-31-11
Sheriff	Mark Mitchell	01-01-07 to 12-31-10
Recorder	Vicki Ballard	01-01-06 to 12-31-09
President of the County Council	Steven Frey	01-01-07 to 12-31-08
President of the Board of County Commissioners	Michael W. Conner Bernard Newhart	01-01-07 to 12-31-07 01-01-08 to 12-31-08



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

---

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

**INDEPENDENT ACCOUNTANT'S REPORT**

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

We have examined the financial information presented herein of Clinton County, for the period of January 1, 2007 to December 31, 2007. The District's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the District for the year ended December 31, 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Long-Term Debt, listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

October 20, 2008

CLINTON COUNTY  
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Year Ended December 31, 2007

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 2,778,206	\$ 10,544,099	\$ 12,707,999	\$ 614,306
Surveyor's Corner Perpetuation	42,937	7,235	499	49,673
Property Reassessment 2009	171,688	89,942	183,246	78,384
Recorder's Record Perpetuation	258,870	41,421	30,654	269,637
Wheel/Surtax (LOHUT)	166,051	535,511	465,092	236,470
General Drain Improvement	376,170	-	-	376,170
Drainage Maintenance	791,657	1,311	137,091	655,877
Drainage Maintenance - McLaughlin	3,916	-	-	3,916
Identification Security	11,796	11,536	3,640	19,692
Innkeepers Tax	453	48,238	6,413	42,278
EMS Donations	53	-	-	53
Clinton County Library Grant	-	288,533	288,533	-
County Home Donations	7,345	4,135	2,080	9,400
CCSO Chaplain	326	1,628	-	1,954
CCSO Bicycle	-	500	164	336
Ident Donations	122	-	-	122
Superior Court Probation Administration Fees	51,015	17,031	20,000	48,046
Circuit Court Adult Probation User Fee	56,604	35,810	52,514	39,900
Circuit Court Juvenile Probation User Fee	53,719	15,069	17,999	50,789
Child Restraint	25	275	-	300
Infraction Judgements - Local	43	-	-	43
Project Income	57,151	110,273	53,029	114,395
Community Corrections	12,386	84,649	82,303	14,732
Clerk IV-D Incentive Program	21,821	-	-	21,821
Supplemental Public Defender Service Fee	23,244	17,403	6,188	34,459
Infraction Deferral	-	18,920	-	18,920
Clerk IV-D Incentive	34,075	-	23,780	10,295
Prosecuting Attorney IV-D Incentive Program	19,398	-	7,661	11,737
County User Fee	140,866	5,639	-	146,505
Cumulative Courthouse Development	818,183	154,515	203,241	769,457
Unsafe Building	591	-	-	591
Clerk's Record Perpetuation	22,972	10,586	-	33,558
Prosecuting Attorney IV-D Incentive	45,198	459	11,111	34,546
County Highway	1,051,453	2,678,791	2,989,382	740,862
Local Road and Street	385,346	325,626	464,729	246,243
Cumulative Bridge	873,835	338,174	200,791	1,011,218
Emergency Management Grant	-	-	33,496	(33,496)
Board of Health	179,625	150,272	263,386	66,511
Office of Family and Children	3,490,724	592,325	1,247,983	2,835,066
Welfare Child Psychiatric Treatment	82,877	60,719	59,323	84,273
Indiana Superior Court Foreign Language	-	3,000	730	2,270
Solid Waste Payroll	43,103	81,083	89,646	34,540
Veterans Monument Donation	52,696	73,197	63,890	62,003
Bio-Terrorism	(4,788)	55,613	48,909	1,916
Sheriff's Accident Copies	4,042	4,594	8,632	4
Sheriff's Firearms Training	4,239	7,680	7,402	4,517
Clinton County Law Enforcement	-	4,834	2,100	2,734
DARE	-	6,376	2,912	3,464
Law Enforcement Education	7,613	8,132	7,701	8,044
K-9	-	1,865	-	1,865
Clinton County Emergency Phone System	166,310	265,042	266,775	164,577
Wireless 911	145,367	167,654	95,308	217,713
Emergency Plan & Right To Know	22,659	8,982	5,408	26,233
County Sales Disclosure	9,310	3,955	-	13,265
Cumulative Capital Development	1,063,635	278,149	534,782	807,002
County Economic Development Income Tax	1,624,978	988,308	970,411	1,642,875
Tobacco Settlement Grant	21,441	56,030	38,461	39,010
Juvenile Alternatives Incentive Block Grant	(5,587)	-	6,698	(12,285)
Jefferson Sewer District	-	16,378	-	16,378
Local Health Maintenance	(500)	25,000	18,334	6,166
County Drug Free Communities	86,606	27,296	23,420	90,482
Step Ahead Grant	(47)	-	-	(47)

The accompanying notes are an integral part of the financial information.

CLINTON COUNTY  
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Year Ended December 31, 2007  
(Continued)

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds (continued):				
Traffic Safety Equipment	167	-	-	167
Indoor Seizurer Reward	71	-	-	71
Sheriff Safety Equipment	-	5,561	5,561	-
Rainy Day	578,966	280,090	-	859,056
County Misdemeanant	20,550	22,716	20,897	22,369
Hospital Contractual	5,626,668	2,969,201	3,047,428	5,548,441
Guardian Ad Litem	6,990	-	-	6,990
County Training	1,696	1,596	-	3,292
Resource Center Transportation	-	133,064	133,064	-
Pretrial Diversion	-	170	-	170
Landfill Tipping Fee	108,802	76,371	-	185,173
Sheriff Pension Trust Funding	9,581	27,003	-	36,584
Courthouse Security Grant	(11,250)	80,761	36,015	33,496
Plat Book	20,605	8,430	-	29,035
Sheriff's Law Enforcement	-	30,852	26,566	4,286
Sheriff's Commissary	28,147	159,308	166,250	21,205
Fiduciary Funds:				
Wheel Tax	1,782	69,207	70,989	-
Dog Tax Surplus	813	-	-	813
Tax Sale Redemption	640	23,243	23,308	575
Tax Sale Surplus	266,793	65	202,697	64,161
Surplus Tax	62,179	72	17,182	45,069
Financial Institution Tax	-	144,038	144,038	-
Riverboat	-	213,551	213,551	-
Levy Excess Special Revenue	-	13,586	-	13,586
Homestead Credit Rebate	-	1,057,383	-	1,057,383
Property Tax Replacement Homestead Credit	-	1,267,407	1,267,407	-
CVET	-	482,280	482,280	-
Payroll Clearing Account	240,064	3,789,861	3,905,365	124,560
Coroner Continuing Education	177	2,109	-	2,286
CEDIT Tax Distribution	1,153,970	1,262,755	-	2,416,725
Tax Distribution	6,146	21,655,977	21,662,123	-
City and Town Court Cost	17,321	-	-	17,321
Superior Court Probation User Fees	74,674	25,352	9,974	90,052
Surtax Tax	-	603,322	603,322	-
Fines and Forfeitures	5,895	39,170	23,520	21,545
Infraction Judgements - State	7,327	81,113	-	88,440
Bid Bond	7,438	-	-	7,438
Family and Children Trust	7,866	22,838	22,800	7,904
Health Care for the Indigent	1,009	-	-	1,009
Medical Assistance to Wards	261	-	-	261
Children With Special Health Care Needs	160	-	-	160
Congressional School Principal	29,764	-	-	29,764
Congressional School Interest	5,499	1,668	1,190	5,977
Inheritance Tax	154,889	1,900,410	1,143,679	911,620
Sales Disclosure	360	3,955	-	4,315
Education Plate Fee	38	5,850	5,288	600
Mortgage Fee	293	3,872	-	4,165
Sheriff's Pension Trust	2,734,115	541,053	214,567	3,060,601
Sheriff's Benefit Plan	129,391	17,554	13,907	133,038
County Sheriff	159,064	1,857,073	1,995,005	21,132
Clerk of the Circuit Court	1,011,212	4,373,525	4,066,669	1,318,068
Sheriff's Inmate Trust	2,706	180,166	175,470	7,402
Sheriff's Work Release	43,261	165,775	176,412	32,624
County Recorder	13,173	140,632	142,292	11,513
County Treasurer	379,479	38,527,783	23,312,662	15,594,600
County Home	97,575	110,441	119,749	88,267
Superior Court Probation	3,870	40,876	42,383	2,363
Circuit Court Probation	3,335	55,578	55,886	3,027
Totals	<u>\$ 28,285,350</u>	<u>\$ 100,748,456</u>	<u>\$ 85,303,342</u>	<u>\$ 43,730,464</u>

The accompanying notes are an integral part of the financial information.

CLINTON COUNTY  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The County was established under the laws of the State of Indiana. The District provides the following services: public safety, health and social services, culture and recreation, and general administrative services.

Note 2. Fund Accounting

The County uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied or highway use taxes are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the District in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the District to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.



CLINTON COUNTY  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The District contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the District authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund  
Harrison Building, Room 800  
143 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

B. County Police Retirement Plan

Plan Description

The primary government contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the primary government's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The primary government's annual pension cost and related information is determined by an actuary.

CLINTON COUNTY  
NOTES TO FINANCIAL INFORMATION  
(Continued)

C. County Police Benefit Plan

Plan Description

The primary government contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the primary government's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The primary government's annual pension cost and related information is determined by an actuary.

CLINTON COUNTY  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF LONG-TERM DEBT  
December 31, 2007

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
County Jail	\$ 2,020,000	\$ 753,556
Notes and loans payable	<u>1,693,235</u>	<u>624,856</u>
Total governmental activities debt	<u>\$ 3,713,235</u>	<u>\$ 1,378,412</u>

CLINTON COUNTY  
OTHER REPORTS

The report presented herein was prepared in addition to other official reports prepared for the individual offices listed below:

County Auditor  
Parkview County Home  
County Treasurer  
County Sheriff  
County Commissioners  
County Clerk

CLINTON COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on November 25, 2008, with Jacqueline R. Clements, Auditor; Steven Frey, President of the County Council; Bernard Newhart, President of the Board of County Commissioners; and Alan Dunn, County Council member.